

Schroders



Multi-Asset Funds



Model Portfolio Solutions



Multi-asset funds and model portfolios both offer ways for you to diversify your investments but they have different structures with important implications to consider when choosing which is right for you.

A multi-asset fund invests in a wide range of investments and **holds them within the fund**.



A model portfolio also invests in a wide range of investments which are **held directly on a platform***.

- The cost of managing a fund is the stated **Ongoing Charges Figure (OCF)**.
- Charges can be estimated **accurately in advance**.



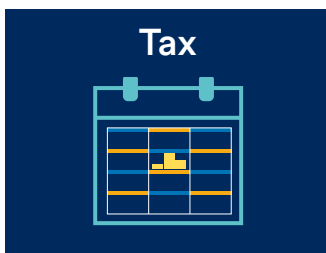
- Model portfolio fees are made up of the **manager's fee plus the charges from the underlying investments**.
- These may change so it is **harder to know what fees you will pay in advance**.

- Multi-asset funds include a broad range of investments.
- But it can be **difficult to see recent changes in the portfolio**.



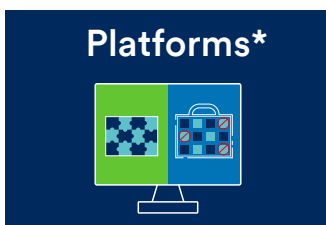
- With a model portfolio, clients and their advisers can **readily see all the underlying investments**.
- But this can involve **greater cost**.

- Investors in multi-asset funds pay capital gains tax on profits.
- But only **when they sell their investment**.



- Investors will be liable for capital gains tax **when any of the underlying investments are sold at a profit**.
- So tax planning using tax-efficient wrappers and annual allowances is important.

- Multi-asset funds are available on platforms* and their structure enables them to invest widely.
- This **greater choice can also contribute to lower costs**.



- Model Portfolios are available on platforms*.
- But **platform technology sometimes restricts them from holding some types of investments**.

So there are a number of things to consider when choosing a multi-asset investment. Use this checklist to help find the most suitable one for you.



Tax Planning



Costs



Reporting



Diversification

*Investment platforms are essentially online supermarkets that enable you to purchase a range of funds, shares, bonds and other investments from one location.

Past performance is not a guide to future performance and may not be repeated. The value of investments and the income from them may go down as well as up and investors may not get back the amounts originally invested. There is no guarantee funds will achieve their objective.

Important information:

This is a marketing communication. For help in understanding any terms used, please visit address <https://www.schroders.com/en/insights/invest-iq/investiq/education-hub/glossary/>. This information is not an offer, solicitation or recommendation to buy or sell any financial instrument or to adopt any investment strategy. Information herein is believed to be reliable but we do not warrant its completeness or accuracy. No responsibility can be accepted for errors in fact or opinion. The material is not intended to provide, and should not be relied on for accounting, legal or tax advice. Reliance should not be placed on any views or information in the material when taking individual investment and/or strategic decisions. Any references to securities, sectors, regions and/or countries are for illustrative purposes only and should not be considered as a recommendation to buy or sell. Past performance is not a guide to future performance and may not be repeated. The value of investments and the income from them may go down as well as up and investors may not get back the amounts originally invested. Exchange rate changes may cause the value of any overseas investments to rise or fall. We recommend you seek financial advice from an Financial Adviser before making an investment decision. If you don't already have an Adviser, you can find one at www.unbiased.co.uk or www.vouchedfor.co.uk Before investing in a Fund, refer to the prospectus, the latest Key Investor Information Document (KIID) and Supplementary Information Document (SID) available at www.schroders.co.uk/investor or on request. Issued by Schroder Investment Management Limited, 1 London Wall Place, London EC2Y 5AU. Registration No. 1893220 England. Authorised and regulated by the Financial Conduct Authority. UK004232.



EST. 1804

Schroder Investment Management Limited
1 London Wall Place, London EC2Y 5AU
T: 020 7658 6000

 schroders.com